

Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 09853 280702Z

10

ACTION TRSE-00

INFO OCT-01 EA-11 ADP-00 NEA-10 IO-13 H-03 L-03 PRS-01

PA-03 USIA-15 CEA-02 AID-20 EB-11 NSC-10 RSC-01

CIEP-02 SS-15 STR-08 OMB-01 CIAE-00 COME-00 FRB-02

INR-10 NSAE-00 XMB-07 OPIC-12 LAB-06 SIL-01 SCI-06

RSR-01 /175 W

----- 069132

R 280617Z AUG 73

FM AMEMBASSY MANILA

TO AMEMBASSY SAIGON

INFO SECSTATE WASHDC 7619

LIMITED OFFICIAL USE MANILA 9853

USADB

DEPT FOR NAC AGENCIES AND REX BEACH (TREASURY)

E.O. 11652: ADS, DECLAS 9/30/73

TAGS: EAID, EFIN, VS

SUBJECT: SAIGON WATER DISTRIBUTION PROJECT

REF: MANILA 8517, SAIGON 13346

1. NEGOTIATIONS FOR PROPOSED SAIGON WATER DISTRIBUTION PROJECT SUBSTANTIALLY COMPLETED AND LOAN DOCUMENTS EXPECTED TO BE SUBMITTED SHORTLY FOR BOARD CONSIDERATION. 04909 -) :ALLS FOR FOREIGN CURRENCY COST OF \$4.6 MILLION TO BE BANK-FINANCED, OF WHICH \$1.45 MILLION FROM ORDINARY CAPITAL (OC) AND \$3.15 MILLION FROM SPECIAL FUNDS (SF) RESOURCES.

2. OC EXPECTED TO FINANCE ABOUT 38 KM OF PRIMARY DISTRUBUTION PIPES RANGING IN DIAMETER BETWEEN 350 MM
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MANILA 09853 280702Z

TO 1200 MM. SF TO FINANCE CONSULTANCY SERVICES AND ABOUT

150 KM OF SECONDARY DISTRIBUTION PIPES OF 150 MM TO 300 MM
DIAMETER AND ABOUT 500 FIRE HYDRANTS.

3. IN RESPONSE TO USADB QUERY AS TO REASONING BEHIND
ABOVE ALLOCATION BETWEEN OC AND SF, BANK STAFF INDICATED
THAT BANK POLICY IS TO MAINTAIN APPROXIMATELY SAME GRANT
ELEMENT IN LOAN TERMS TO VIETNAM AS IN PAST YEAR.
BID PACKAGE BROKEN DOWN INTO FOUR ELEMENTS: PRIMARY
DISTRIBUTION PIPING -\$1.265 MILLION, SECONDARY DISTRIBUTION
PIPING -\$1.865 MILLION, FIRE HYDRANTS -\$360,000 AND
ENGINEERING SERVICES -\$520,000 FOR TOTAL OF \$4.01 MILLION
PLUS CONTINGENCIES. AGREEMENT REACHED IN LOAN NEGOTIATIONS
THAT ALLOCATION OF COST OF PRIMARY DISTRIBUTION PIPING
(PLUS CONTINGENCIES) TO OC RESOURCES MOST NEARLY EQUATED
DESIRED BREAKDOWN BETWEEN TWO FUNDING SOURCES. RE PROCUREMENT
OF PRIMARY PIPING, BID SPECIFICATIONS TO BE PREPARED
BY CONSULTANTS WILL PERMIT FLEXIBILITY FOR BIDDER TO ELECT
TO IMPORT PIPE MANUFACTURING PLANT INSTEAD OF IMPORTING
PIPE ITSELF.

4. DURING LOAN NEGOTIATIONS QUESTION RAISED BY
VIETNAM SIDE RE INCLUSION OF U.S. CONSULTING FIRMS
ON SHORTLIST IF ENGINEERING SERVICES FINANCED WITH
SF RESOURCES. STAFF RESPONSE WAS THAT U.S. FIRMS
COULD BE INCLUDED, BUT BANK MANAGEMENT PROBABLY
NOT KEEN TO USE "SET ASIDE" FUNDS FOR SUCH A RELATIVELY
LARGE AMOUNT, PARTICULARLY SINCE QUALIFIED FIRMS (E.G.,
AUSTRALIAN AND JAPANESE) ARE AVAILABLE FROM ELIGIBLE
SOURCE COUNTRIES.
PURNELL

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 28 AUG 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: golinofr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973MANILA09853
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730811/aaaaahvc.tel
Line Count: 91
Locator: TEXT ON-LINE
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: MANILA 8517, SAIGON 13346
Review Action: RELEASED, APPROVED
Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 04 DEC 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <04-Dec-2001 by kelleyw0>; APPROVED <21-Dec-2001 by golinofr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: SAIGON WATER DISTRIBUTION PROJECT
TAGS: EAID, EFIN, VS
To: TRSY
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005